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OF COUNSEL
WILLIAM G. CONLY

July 26, 2007

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING.

Wilcox F-5 Sand, Reservoir B, BLACK CREEK
FIELD, Grant Parish, Louisiana.

Dear Sir:

SUNLAND PRODUCTION COMPANY, INC. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Wilcox F-5 Sand, Reservoir B, in the Black Creek Field, Grant Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize an alternate unit well for WX F-5 RB SUI at the location shown on the attached plat.
2. To find that the proposed alternate unit well is necessary to efficiently and economically drain a portion of the Wilcox F-5 Sand, Reservoir B, underlying WX F-5 RB SUI which cannot be efficiently and economically drained by any existing well on this unit.
3. To permit the Operator of WX F-5 RB SUI to produce the unit allowable from the unit well, the alternate unit well, or from a combination of such wells, at the option of the Operator.
4. To discuss such other matters as may be pertinent to this application.

The Wilcox F-5 Sand, Reservoir B, in the Black Creek Field, Grant Parish, Louisiana, was defined in Office of Conservation Order No. 1404-B-1, effective September 26, 2000.

Pertinent data concerning this application is available for inspection at the offices of Sunland Production Company, Inc., 416 Travis Street, Suite 1404, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Mr. Kim Mullings at (318) 222-3538 during normal business hours in order to arrange a date and time for such inspection. A copy of any such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

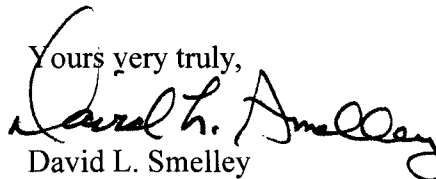
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As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of the attached plat, is being sent to the District Manager of the Monroe District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing and the enclosed plat at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Black Creek Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, we enclose a check payable to the Commissioner of Conservation for the application fee.

Yours very truly,

David L. Smelley

-- Attorney for Sunland Production Company, Inc.

DLS:dp
Enclosures

cc: Mr. Clarence Chandler (w/encls.)
Mr. Don Easterwood (w/encls.)
Mr. Kim Mullings (w/encls.)
Mr. Joe B. Adams (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plat only)

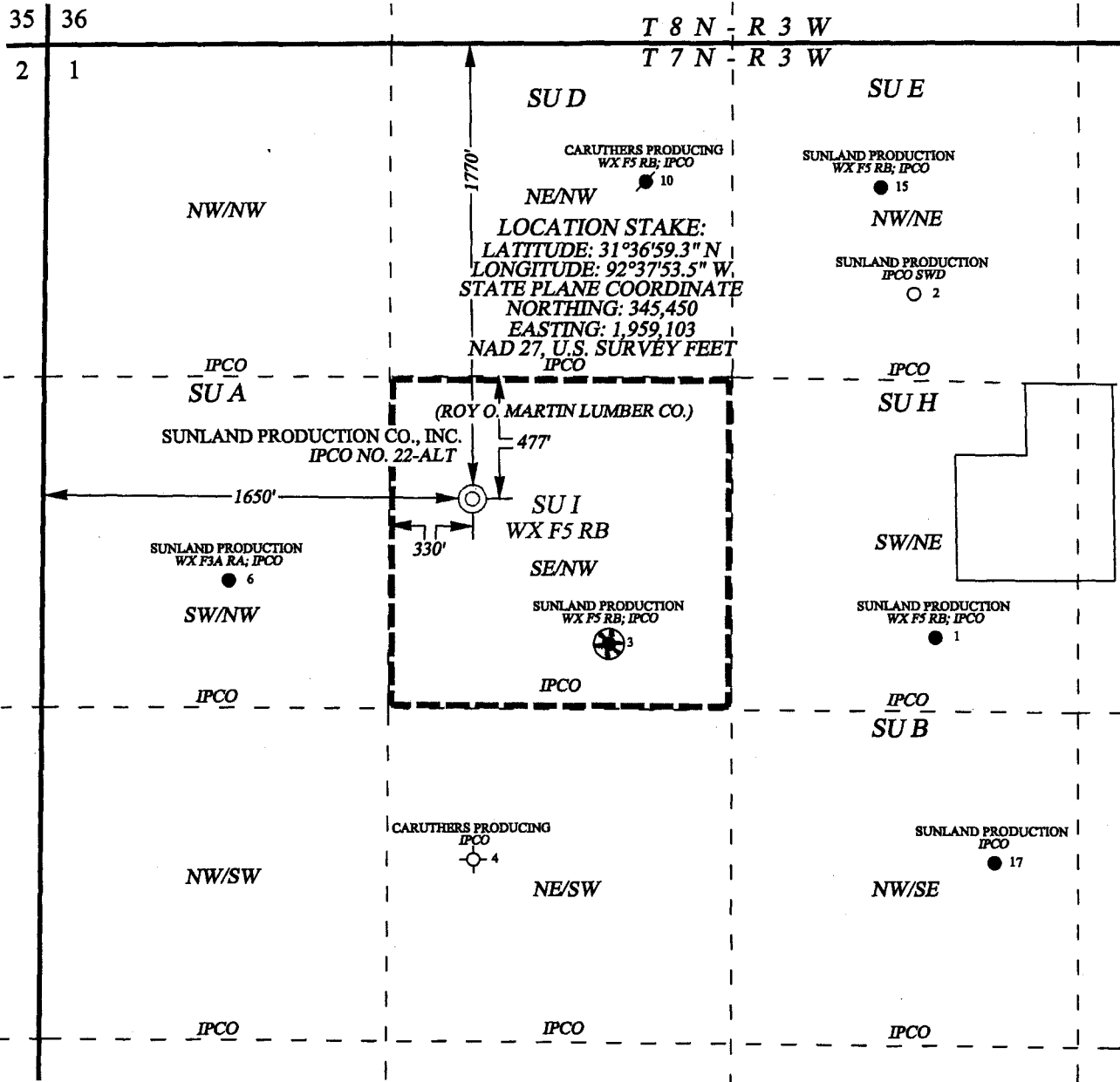


EXHIBIT NO. _____

DOCKET NO. _____

SUNLAND PRODUCTION CO., INC.
SHREVEPORT, LOUISIANA

BLACK CREEK FIELD
GRANT PARISH, LOUISIANA

**PROPOSED ALTERNATE UNIT WELL FOR
WILCOX F5 RESERVOIR B SAND UNIT I**

